

GARY R. HERBERT
Lieutenant Governor

State of Utah DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

September 9, 2008

Frank Glinton
Black Sands Holding Company
2939 South Tamarac Street
Denver, Colorado 80231

Re: Denial of Request to Close File, Black Sands Holding Company; Black Sands 47287, 47279,

47280, and 47278, Mines; S0470081, S0470082, S0470083, and S0470085; Uintah County, Utah

Dear Mr. Glinton:

On June 06, 2008, we received your request to inspect and close the Black Sands files. This letter is to notify you that your request is being denied. An inspection performed on August 18, 2008, indicated that no reclamation has not been initiated; therefore, according to rule, we are unable to release the site at this time.

It is our recommendation that you remove trash, regrade the site to natural contour, spread topsoil, implement a noxious weed program, and apply seed mix until the revegetation standard is achieved. Photo documentation of each of the sites is attached in each of the inspection report.

Permit fees are delinquent. The annual fees remain due and are payable within 30 days. Another billing statement is enclosed for this purpose. When the site meets the required reclamation standards, you may again notify us in writing requesting release of the project.

If you have any questions or concerns regarding this action, please contact me at (801) 538-5320 or Leslie Heppler (801) 538-5257. We hope the site will be ready for release this coming spring.

Sincerely,

Dana Dean, P.E.

Associate Director - Mining

DD:lah;cb

Enclosure: Billing Statements, Inspection Reports

TASK # 2450, 2451, 2452, 2454 cc: SITLA - Will Stokes

